

A RESOLUTION BY

01- R-1502

FINANCE/EXECUTIVE COMMITTEE

AUTHORIZING THE MAYOR TO ENTER INTO RENEWAL AGREEMENT NO. 2 FOR FC-7135-99A, HEALTH AND DENTAL BENEFITS, WITH PRUDENTIAL HEALTHCARE, A MEMBER COMPANY OF AETNA US HEALTHCARE, ESTABLISHING EMPLOYEE COSTS FOR HEALTH INSURANCE FOR PLAN YEAR 2002; AND FOR OTHER PURPOSES

WHEREAS, the City of Atlanta did advertise for proposals for FC-7135-99, Health and Dental Benefits on behalf of the Department of Finance; and

WHEREAS, Resolution 99-R-1731 adopted by Council on November 1, 1999, and approved by the Mayor on November 9, 1999, authorized Prudential Healthcare, A Member Company of Aetna US Healthcare for HMO Plan; and

WHEREAS, said contract includes two (2), one (1) year renewals; and

WHEREAS, the contractor has performed satisfactorily; and

WHEREAS, the Chief Financial Officer and the Purchasing Agent of the Bureau of Purchasing of Real Estate have recommended that Renewal Agreement No. 2 with Prudential Healthcare, A Member Company of Aetna US Healthcare be executed.

NOW THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA, as follows:

SECTION 1: that the Mayor is authorized to enter into Renewal Agreement No. 2, effective January 1, 2002, with Prudential Healthcare, A Member Company of Aetna US Healthcare for HMO Plan.

SECTION 2: that the Chief Financial Officer, the Purchasing Agent of the Bureau of Purchasing and Real Estate and the City Attorney are authorized to engage in such further discussions with these companies as are necessary to protect the City's interest in the form of written contracts.

SECTION 3: that the Purchasing Agent of the Bureau of Purchasing and Real Estate be and is hereby directed to prepare an appropriate contractual agreements to be approved by the City Attorney as to form for execution by the Mayor.

SECTION 4: that these contractual agreements shall not become binding on the City, and the City shall incur no liability upon same until such agreements have been executed by the Mayor, sealed by the Municipal Clerk, and delivered to the contracting parties.

SECTION 5: that all services to be performed under these agreements shall be charged to and paid from the appropriate fund, account and center numbers.

SECTION 6: that the monthly premium rates for Plan Year 2002 be charged under these contracts as follows:

**Aetna US Healthcare
HMO**

**Total
Cost**

**Employee
Cost**

Without Medicare

Employee/Retiree only	232.10	76.73
Employee/Retiree and child(ren)	410.60	138.70
Employee/Retiree and spouse	572.80	184.37
Employee/Retiree and family	751.30	238.58
Beneficiary child(ren)	178.68	62.15
Widow(er)	341.07	108.01
Widow(er)/bene child(ren)	519.74	162.39

With Medicare

Retiree only	209.05	52.26
Retiree and child(ren)	387.73	96.93
Retiree and spouse (1 Medicare)	554.01	138.5
Retiree and spouse (2 Medicare)	516.02	129.01
Retiree and family (1 Medicare)	728.80	182.2
Retiree and family (2 Medicare)	676.81	169.2
Beneficiary child(ren)-Medicare	178.68	44.67
Widow(er) only-Medicare	306.97	76.74
Widow/bene child-Medicare	467.76	116.94